



Indiana Economic Development Corporation

One North Capitol, Suite 700
Indianapolis, Indiana 46204
Tel 317.232.8800
Fax 317.232.4146
www.AccelerateIndiana.com

July 27, 2010

Pat Casanova
Director of Medicaid
Indiana Family and Social Services Administration
402 W. Washington Street
Indianapolis, IN 46204

Dear Ms. Casanova:

Pursuant to IC 4-22-2-28, the Indiana Economic Development Corporation ("IEDC") has reviewed the economic impact analysis for small business associated with rule changes contained in LSA Document 10-169 and proposed by the Indiana Family and Social Services Administration ("FSSA"). The proposed rule temporarily amends 405 IAC 1-12 to modify Medicaid reimbursement formulas by reducing rates that are currently paid to all privately (nonstate) owned intermediate care facilities for the mentally retarded (ICFs/MR) and community residential facilities for the developmentally disabled (CRFs/DD) by three percent (3%). The expiration date of the proposed rule is July 1, 2011.

The FSSA estimates that approximately 153 small businesses will be affected by the proposed rule. The FSSA indicates that using the generally accepted accounting definition, small businesses will incur no additional costs as a result of this rule. The FSSA acknowledges that small businesses will experience a change in revenues due to the proposed rule.

The IEDC does not object to the economic impact to small businesses associated with the proposed rule. If you have any questions about the comments contained herein please contact me at 232-8962 or rasberry@iedc.in.gov.

Regards,

A handwritten signature in black ink, appearing to read "Ryan Asberry".

Ryan Asberry
Assistant Vice President